



Special Notice

WASHINGTON STATE DEPARTMENT OF REVENUE

JULY 24, 2015

Royalties B&O Tax Rate Increase

Effective August 1, 2015, [Engrossed Substitute Senate Bill 6138](#), Chapter 5, Laws of 2015, increases the B&O tax rate for royalty income from 0.484 percent to 1.5 percent.

Royalty income:

- Will continue to be filed under the Royalties business and occupation (B&O) tax classification (Line code 80).
- Will continue to be subject to the economic nexus thresholds and the single-factor apportionment method.